1	ENGROSSED SENATE BILL NO. 243  By: Daniels of the Senate
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3	and
4	Boatman of the House
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6	An Act relating to long-term care; amending 63 O.S. 2021, Section 1-851.1, which relates to definitions
7	used in the Long-term Care Certificate of Need Act; providing exception; repealing 63 O.S. 2021, Sections
8	1-880.1, 1-880.2, 1-880.3, 1-880.4, 1-880.5, 1-880.6, as amended by Section 1, Chapter 98, O.S.L. 2022, 1-
9	880.7, 1-880.8, 1-880.9, 1-880.10, and 1-880.11 (63 O.S. Supp. 2023, Section 1-880.6), which relate to
10	certificate of need for psychiatric or chemical dependency facility; and providing an effective date.
11	dependency facility, and providing an effective date.
12	
13	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
14	SECTION 1. AMENDATORY 63 O.S. 2021, Section 1-851.1, is
15	amended to read as follows:
16	Section 1-851.1. For purposes of the Long-term Care Certificate
17	of Need Act:
18	1. "Board" means the State Board of Health;
19	2. "Commissioner" means the State Commissioner of Health;
20	3. "Department" means the State Department of Health;
21	4. "Long-term care facility" means:
22	a. a nursing facility or a specialized facility, as such
23	terms are defined by Section 1-1902 of this title <u>,</u>
24	except that a specialized facility shall not include

1 an intermediate care facility for individuals with 2 intellectual disabilities, skilled nursing care provided in a distinct part of a 3 b. hospital as such term is defined by Section 1-701 of 4 5 this title, the nursing care component of a continuum of care 6 C. facility, as such term is defined under the Continuum 7 of Care and Assisted Living Act, or 8 9 d. the nursing care component of a life care community as such term is defined by the <del>Long-term</del> Long-Term Care 10 Insurance Act; 11 "Disclosure statement" means a written statement by the 12 13 applicant which contains: the full name, business address, and Social Security 14 number of the applicant, and all persons with 15 controlling interest as defined by the Long-term Care 16 Certificate of Need Act, 17 the full name and address of any legal entity in which b. 18 the applicant holds a debt or equity interest of at 19 least five percent (5%), or which is a parent company 20 or subsidiary of the applicant, 21 a description of the experience and credentials of the 22 C.

applicant, including any past or present permits,

licenses, certifications $_{\overline{\tau}}$  or operational

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- authorizations relating to long-term care facility regulation,
  - d. a listing and explanation of any administrative, civil or criminal legal actions against the applicant or any person with a controlling interest which resulted in a final agency order or final judgment by a court of record including, but not limited to, final orders or judgments on appeal related to long-term care in the five (5) years immediately preceding the filing of the application. Such actions shall include, without limitation, any permit denial or any sanction imposed by a state regulatory authority or the Centers for Medicare and Medicaid Services, and
  - e. a listing of any federal long-term care agency and any state long-term care agency outside this state that has or has had regulatory responsibility over the applicant;
  - 6. "History of noncompliance" means three standard or complaint surveys found to be at the substandard quality of care level when the facility does not achieve compliance by date certain in a nursing facility or specialized facility for persons with Alzheimer's disease or related disorders. Additionally, "history of noncompliance" for an intermediate care or specialized facility for persons with intellectual disabilities means three consecutive

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- routine or complaint surveys that resulted in determinations that
  the facility was out of compliance with two or more Conditions of
  Participation in the Medicaid program within the preceding thirtysix (36) months when the facility does not achieve compliance within
  sixty (60) days;
  - 7. "Person" means any individual, corporation, industry, firm, partnership, association, venture, trust, institution, federal, state or local governmental instrumentality, agency or body or any other legal entity however organized; and
  - 8. "Person with a controlling interest" means a person who meets any one or more of the following requirements:
    - a. controls fifty percent (50%) or more of the common stock of the corporate entity involved or controls fifty percent (50%) or more of the interest in the partnership involved,
    - b. controls a percentage of stock greater than any other stockholder or equal to the other single largest stockholder or controls a percentage of partnership interest greater than any other partner or equal to the other single largest partnership interest, or
    - c. a managing member of a Limited Liability Company
      (LLC).
- 23 SECTION 2. REPEALER 63 O.S. 2021, Sections 1-880.1, 1-24 880.2, 1-880.3, 1-880.4, 1-880.5, 1-880.6, as amended by Section 1,

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Chapter 98, O.S.L. 2022, 1-880.7, 1-880.8, 1-880.9, 1-880.10, and 1-
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    880.11 (63 O.S. Supp. 2023, Section 1-880.6), are hereby repealed.
        SECTION 3. This act shall become effective November 1, 2024.
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        Passed the Senate the 7th day of March, 2024.
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 6
                                        Presiding Officer of the Senate
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        Passed the House of Representatives the day of ,
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    2024.
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                                         Presiding Officer of the House
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